Executive Summary – Enforcement Matter – Case No. 45715 MURPHY OIL USA, INC. dba Murphy USA 6653 RN102228988

Docket No. 2012-2552-PST-E

Order Type:

1660 Agreed Order

Findings Order Justification:

N/A

Media:

PST

Small Business:

Yes

Location(s) Where Violation(s) Occurred:

Murphy USA 6653, 6810 Seawall Boulevard, Galveston, Galveston County

Type of Operation:

Convenience store with retail sales of gasoline

Other Significant Matters:

Additional Pending Enforcement Actions: No

Past-Due Penalties: No

Other: N/A

Interested Third-Parties: None

Texas Register Publication Date: May 3, 2013

Comments Received: No

Penalty Information

Total Penalty Assessed: \$9,530

Amount Deferred for Expedited Settlement: \$1,906 Amount Deferred for Financial Inability to Pay: \$0

Total Paid to General Revenue: \$7,624 **Total Due to General Revenue:** \$0

Payment Plan: N/A

SEP Conditional Offset: \$0

Name of SEP: N/A

Compliance History Classifications:

Person/CN - Satisfactory Site/RN - Satisfactory

Major Source: Yes

Statutory Limit Adjustment: N/A

Applicable Penalty Policy: September 2011

Executive Summary – Enforcement Matter – Case No. 45715 MURPHY OIL USA, INC. dba Murphy USA 6653 RN102228988

Docket No. 2012-2552-PST-E

Investigation Information

Complaint Date(s): N/A **Complaint Information:** N/A

Date(s) of Investigation: September 17, 2012

Date(s) of NOE(s): November 15, 2012

Violation Information

- 1. Failed to maintain the Stage II vapor recovery system in proper operating condition and free of defects that would impair the effectiveness of the system. Specifically, the Stage II system's vapor saver was not operating properly [30 Tex. Admin. Code § 115.242(3) and Tex. Health & Safety Code § 382.085(b)].
- 2. Failed to verify proper operation of the Stage II equipment at least once every 12 months. Specifically, the Stage II annual compliance test had not been conducted by the due date of June 24, 2012 [30 Tex. Admin. Code § 115.245(2) and Tex. Health & Safety Code § 382.085(b)].

Corrective Actions/Technical Requirements

Corrective Action(s) Completed:

Respondent submitted documentation to the Galveston County Health District, Air and Water Pollution Services on October 9, 2012, certifying that the defective components of the Stage II vapor recovery system were replaced and conducted the Stage II annual test, with passing results.

Technical Requirements:

N/A

Litigation Information

Date Petition(s) Filed: N/A Date Answer(s) Filed: N/A SOAH Referral Date: N/A Hearing Date(s): N/A Settlement Date: N/A

Contact Information

TCEQ Attorney: N/A

TCEO Enforcement Coordinator: Danielle Porras, Enforcement Division,

Enforcement Team 7, MC R-12, (713) 767-3682; Debra Barber, Enforcement Division,

MC 219, (512) 239-0412

TCEQ SEP Coordinator: N/A

Respondent: D.M. Wood, President, MURPHY OIL USA, INC., 110 Summit Place, El

Dorado, Arkansas 71730

Executive Summary – Enforcement Matter – Case No. 45715 MURPHY OIL USA, INC. dba Murphy USA 6653 RN102228988 Docket No. 2012-2552-PST-E

Brad Weinischke, Environmental Compliance Coordinator, MURPHY OIL USA, INC., 110 Summit Place, El Dorado, Arkansas 71730

Respondent's Attorney: N/A

Penalty Calculation Worksheet (PCW) Policy Revision 3 (September 2011) PCW Revision August 3, 2011 Assigned 19-Nov-2012 Screening 4-Dec-2012 PCW 10-Dec-2012 EPA Due RESPONDENT/FACILITY INFORMATION Respondent MURPHY OIL USA, INC. dba Murphy USA 6653 Reg. Ent. Ref. No. RN102228988 Facility/Site Region 12-Houston Major/Minor Source Major **CASE INFORMATION** Enf./Case ID No. 45715 No. of Violations 2 Docket No. 2012-2552-PST-E Order Type 1660 Media Program(s) Petroleum Storage Tank Government/Non-Profit No Multi-Media Enf. Coordinator Danielle Porras EC's Team Enforcement Team 7 Maximum Admin. Penalty \$ Limit Minimum Penalty Calculation Section \$11,250 TOTAL BASE PENALTY (Sum of violation base penalties) Subtotal 1 ADJUSTMENTS (+/-) TO SUBTOTAL 1 Subtotals 2-7 are obtained by multiplying the Total Base Penalty (Subtotal 1) by the indicated percentage. Subtotals 2, 3, & 7 \$562 **Compliance History** 5.0% Enhancement Enhancement for one NOV with same/similar violations. Notes \$0 Culpability No 0.0% Enhancement Subtotal 4 The Respondent does not meet the culpability criteria. Notes \$2,812 Good Faith Effort to Comply Total Adjustments Subtotal 5 \$0 Subtotal 6 **Economic Benefit** 0.0% Enhancement* Total EB Amounts Capped at the Total EB \$ Amount \$532 Approx. Cost of Compliance SUM OF SUBTOTALS 1-7 Final Subtotal \$9,000 5.9% Adiustment \$530 OTHER FACTORS AS JUSTICE MAY REQUIRE Reduces or enhances the Final Subtotal by the indicated percentage Enhancement to capture the avoided costs of compliance associated with Notes violation no. 2.

STATUTORY LIMIT ADJUSTMENT

PAYABLE PENALTY

Notes

Reduces the Final Assessed Pe<u>nalty by the indicted percentage. (Enter number only; e.g. 20 for 20% reduction.)</u>

Deferral offered for expedited settlement.

Final Penalty Amount

Final Assessed Penalty

Adjustment

Reduction

20.0%

\$9,530

\$9,530

-\$1,906

\$7,624

Policy Revision 3 (September 2011)

PCW Revision August 3, 2011

Screening Date 4-Dec-2012

Docket No. 2012-2552-PST-E

Respondent MURPHY OIL USA, INC. dba Murphy USA 6653

Case ID No. 45715

Reg. Ent. Reference No. RN102228988

Media [Statute] Petroleum Storage Tank

Enf. Coordinator Danielle Porras

Component	ry <i>Sit</i> e Enhancement (Subtotal 2) Number of		Enter Number Here	Adjust.
NOVs	Written notices of violation ("NOVs") with same or similar violations as the current enforcement action (number of NOVs meeting criteria)	those in	1	5%
	Other written NOVs		0	0%
	Any agreed final enforcement orders containing a denial of liability (nu. orders meeting criteria)	mber of	0	0%
Orders	Any adjudicated final enforcement orders, agreed final enforcement without a denial of liability, or default orders of this state or the government, or any final prohibitory emergency orders issued by the com	federal	0	0%
Judgments and Consent	Any non-adjudicated final court judgments or consent decrees containing of liability of this state or the federal government (number of judgen consent decrees meeting criteria)		0	0%
Decrees	Any adjudicated final court judgments and default judgments, or non-adj final court judgments or consent decrees without a denial of liability, of t or the federal government		0	0%
Convictions	Any criminal convictions of this state or the federal government (<i>nui</i> counts)	mber of	0	0%
Emissions	Chronic excessive emissions events (number of events)		0	0%
Audits	Letters notifying the executive director of an intended audit conducted u Texas Environmental, Health, and Safety Audit Privilege Act, 74th Leg 1995 (number of audits for which notices were submitted)		0	0%
Addits	Disclosures of violations under the Texas Environmental, Health, and Safe Privilege Act, 74th Legislature, 1995 (<i>number of audits for which violatio</i> disclosed)		0	0%
		Ple	ase Enter Yes or No	
	Environmental management systems in place for one year or more		No	0%
Other	Voluntary on-site compliance assessments conducted by the executive under a special assistance program	director	No	0%
3	Participation in a voluntary pollution reduction program		No	0%
	Early compliance with, or offer of a product that meets future state or government environmental requirements	r federal	No	0%
	-	ent Per	centage (Sub	total 2)
peat Violator (Subtotal 3)	ont Poi	centage (Sub	total 3)
	ry Person Classification (Subtotal 7)		cemage (Sub	
Satisfactory		ent Per	centage (Sub	total 7)
mpliance Histo	ry Summary		5538 (J .	 - 4-355 - 4-355
Compliance History Notes	Enhancement for one NOV with same/similar violation	ons.		
	Total Compliance History Adjustment Percen	tage (S	Subtotals 2, .	3, & <i>7</i>) [

	eening Date			No. 2012-2552-PST-E		PCW
	Respondent Case ID No.	MURPHY OIL USA, INC. db	a Murphy USA 6653			on 3 (September 2011) Revision August 3, 2011
Reg. Ent. Re	ference No.	RN102228988			7.500	torioion riuguot o, 2022
		Petroleum Storage Tank				
	Coordinator lation Number	Danielle Porras				
	Rule Cite(s)	22.7	45 040(D) 4 T 11	III. 0. CC-1. Cd C20	2.005(5)	
		30 Tex. Admin. Code § 1	.15.242(3) and Tex. H	ealth & Safety Code § 38	2.085(D)	
Violatio	on Description		ould impair the effect			
				Bas	e Penalty[\$25,000
>> Environme	ntal Proper	ty and Human Healt	h Matriy			
>> Environme		Harm				
OR	Release Actual		Minor x			
	Potential			Percent 15.0%		
>>Programma	atic Matrix					
rogramme	Falsification	Major Moderate	e Minor	F		
				Percent 0.0%		
	Human healti	n or the environment has b	een exposed to insigni	ficant amounts of pollutar	nts which	
Matrix Notes		levels that are protective of	of human health or env			
			the violation.			
Ī				Adjustment	\$21,250	
						\$3,750
Violation Even	ts				_	
	Number of V	Violation Events 1	22	Number of violation	days	
	mark only one with an x	daily weekly monthly quarterly semiannual annual single event		Violation Base	e Penalty[\$3,750
	One quarterly	/ event is recommended fro 9, 20	om the September 17, 112 compliance date.	2012 investigation to the	October	
Good Faith Eff	orts to Com	-	% Reduction			\$937
		Extraordinary Before NOV	/ NOV to EDPRP/Settleme	ent Offer		
		Ordinary x				
		N/A	(mark with x)			
				npliance on October 9, rcement ("NOE") dated 2012.		
				Violation	Subtotal	\$2,813
Economic Bene	efit (EB) for	this violation		Statutory Limit	Test	
	Estimate	ed EB Amount	\$2]	Violation Final Pena	ilty Total	\$3,177
		·	···	ed Penalty (adjusted fo		\$3,177
		THIS VI	VIGLION FINAL MSSESS	eu renaity (aujusteu 10	, iiiiits)	Ф О,1777

	Petroleum Sto	orage Tank				Percent Interest	Years of Depreciation
Violation No.		ryn yrg i dellari, wae					THE THE PERSON NAMED IN COLUMN TWO IN COLUMN
	Item Cost	Date Required	Final Date	Vrc	Interest Saved	5.0 Onetime Costs	15 EB Amount
Item Description	radio dan establica d	estate filmi in the filming of the state of	i mai Date		Anterest Javeu	Ulletine UJJ	
i i i i i i i i i i i i i i i i i i i	NO COMMIAS OF 3					Saft Similification Afric	Alpharent in the care distill
Delayed Costs					kaan ing ay sa sa sa		
Equipment				0.00	\$0	\$0	\$0
Buildings				0.00	\$0	\$0	\$0
Other (as needed)				0.00	\$0	\$0	\$0
Engineering/construction				0.00	\$0	\$0	\$0
Land				0.00	\$0	n/a	\$0
Land							
Record Keeping System				0.00	\$0	n/a	\$0
				0.00	\$0	n/a	\$0
Record Keeping System				0.00	\$0 \$0	n/a n/a	\$0 \$0
Record Keeping System Training/Sampling				0.00 0.00 0.00	\$0 \$0 \$0	n/a n/a n/a	\$0 \$0 \$0
Record Keeping System Training/Sampling Remediation/Disposal Permit Costs Other (as needed)	II			0.00 0.00 0.00 0.06	\$0 \$0 \$0 \$2 s of the Stage II v	n/a n/a n/a n/a apor recovery system	\$0 \$0 \$0 \$2 m. The Date
Record Keeping System Training/Sampling Remediation/Disposal Permit Costs Other (as needed) Notes for DELAYED costs	Estimated	cost to replace the Required is the in	e defective com vestigation date	0.00 0.00 0.00 0.06 onents	\$0 \$0 \$0 \$2 s of the Stage II v	n/a n/a n/a n/a apor recovery systemed date of compliance	\$0 \$0 \$0 \$2 m. The Date
Record Keeping System Training/Sampling Remediation/Disposal Permit Costs Other (as needed) Notes for DELAYED costs Avoided Costs	Estimated	cost to replace the Required is the in	e defective com vestigation date	0.00 0.00 0.00 0.06 onents and the	\$0 \$0 \$0 \$2 s of the Stage II v ne Final Date is the	n/a n/a n/a n/a apor recovery systemediate of compliance	\$0 \$0 \$0 \$2 m. The Date
Record Keeping System Training/Sampling Remediation/Disposal Permit Costs Other (as needed) Notes for DELAYED costs Avoided Costs Disposal	Estimated	cost to replace the Required is the in	e defective com vestigation date	0.00 0.00 0.00 0.06 onents and the	\$0 \$0 \$0 \$2 s of the Stage II v ne Final Date is the	n/a n/a n/a n/a apor recovery systeme date of compliance for one-time avoid \$0	\$0 \$0 \$0 \$2 m. The Date
Record Keeping System Training/Sampling Remediation/Disposal Permit Costs Other (as needed) Notes for DELAYED costs Avoided Costs Disposal Personnel	Estimated	cost to replace the Required is the in	e defective com vestigation date	0.00 0.00 0.00 0.06 0.06 e and the	\$0 \$0 \$0 \$2 s of the Stage II v ne Final Date is the ag item (except \$0 \$0	n/a n/a n/a n/a apor recovery systeme date of compliance for one-time avoid \$0 \$0	\$0 \$0 \$0 \$2 m. The Date
Record Keeping System Training/Sampling Remediation/Disposal Permit Costs Other (as needed) Notes for DELAYED costs Avoided Costs Disposal Personnel aspection/Reporting/Sampling	Estimated	cost to replace the Required is the in	e defective com vestigation date	0.00 0.00 0.00 0.06 conents and the	\$0 \$0 \$2 s of the Stage II v he Final Date is the gitem (except 1 \$0 \$0 \$0	n/a n/a n/a n/a n/a apor recovery syster e date of compliance for one-time avoid \$0 \$0 \$0 \$0	\$0 \$0 \$0 \$2 m. The Date
Record Keeping System Training/Sampling Remediation/Disposal Permit Costs Other (as needed) Notes for DELAYED costs Avoided Costs Disposal Personnel Personnel spection/Reporting/Sampling Supplies/equipment	Estimated	cost to replace the Required is the in	e defective com vestigation date	0.00 0.00 0.00 0.06 conents and the	\$0 \$0 \$2 s of the Stage II verified to the Final Date is the stage of the Stage II verified to the stage of t	apor recovery systeme date of compliance for one-time avoid \$0 \$0 \$0 \$0 \$0 \$0	\$0 \$0 \$2 m. The Date ed costs) \$0 \$0 \$0
Record Keeping System Training/Sampling Remediation/Disposal Permit Costs Other (as needed) Notes for DELAYED costs Avoided Costs Disposal Personnel Supplies/equipment Financial Assurance [2]	Estimated	cost to replace the Required is the in	e defective com vestigation date	0.00 0.00 0.00 0.06 conents and the	\$0 \$0 \$2 s of the Stage II verified to the Final Date is the serified except \$0 \$0 \$0 \$0 \$0	n/a n/a n/a n/a n/a apor recovery syster e date of compliance for one-time avoid \$0 \$0 \$0 \$0	\$0 \$0 \$0 \$2 m. The Date
Record Keeping System Training/Sampling Remediation/Disposal Permit Costs Other (as needed) Notes for DELAYED costs Avoided Costs Disposal Personnel aspection/Reporting/Sampling Supplies/equipment	Estimated	cost to replace the Required is the in	e defective com vestigation date	0.00 0.00 0.00 0.06 conents and the enterin 0.00 0.00 0.00 0.00 0.00	\$0 \$0 \$2 s of the Stage II verified to the Final Date is the stage of the Stage II verified to the stage of t	n/a n/a n/a n/a apor recovery systeme date of compliance for one-time avoid \$0 \$0 \$0 \$0 \$0 \$0 \$0 \$0	\$0 \$0 \$2 m. The Date ed costs) \$0 \$0 \$0 \$0

■ 1	ening Date		PCW
	tespondent Case ID No.	MURPHY OIL USA, INC. dba Murphy USA 6653 45715	Policy Revision 3 (September 2011) PCW Revision August 3, 2011
Reg. Ent. Ref	ference No.	RN102228988	•
		Petroleum Storage Tank	
E. C.	oorginator ation Number	Danielle Porras	
	Rule Cite(s)	30 Tex. Admin. Code § 115.245(2) and Tex. Health & Safety Code § 3	82.085(b)
Violatio	n Description	Failed to verify proper operation of the Stage II equipment at least one months. Specifically, the Stage II annual compliance test had not been cethe due date of June 24, 2012.	· 1
		Ва	se Penalty \$25,000
>> Environme	ntal. Proper	y and Human Health Matrix	
-		Harm	***
OR	Release Actual	Major Moderate Minor	,
	Potential	x Percent 30.0%	Ö
>>Programma	tic Matrix		
	Falsification	Major Moderate Minor	-
		Percent 0.0%	<u>ا</u>
Matrix Notes	ll .	or the environment will or could be exposed to pollutants which would ex otective of human health or environmental receptors as a result of the vi	41
		Adjustment	\$17,500
			\$7,500
Violation Event	:S		
	Number of \	iolation Events 1 107 Number of violatio	n days
	mark only one	dally weekly monthly quarterly Violation Ba	se Penalty \$7,500
	with an x	semiannual x single event	Se reliaity \$7,500
	One annual ev	ent is recommended for the period preceding the September 17, 2012 in	vestigation.
Good Faith Effo	orts to Com		\$1,875
		Before NOV NOV to EDPRP/Settlement Offer Extraordinary	
		Ordinary x	
		N/A (mark with x)	a
		Notes The Respondent came into compliance on October 9, 2012, prior to the NOE dated November 15, 2012.	
		Violatio	n Subtotal \$5,625
Economic Bene	fit (EB) for	this violation Statutory Lim	it Test
	-	d EB Amount \$530 Violation Final Pe	
	Lominati		
		This violation Final Assessed Penalty (adjusted	for limits) \$6,353

28988 im Storage Tank Cost Date Required has or \$	Final Date	0.00 0.00 0.00	\$0 \$0	Percent Interest 5.0 Onetime Costs \$0 \$0 \$0	Years of Depreciation 15 EB Amount
m Storage Tank Cost Date Required	Final Date	0.00	\$0 \$0	5.0 Onetime Costs	Depreciation 15 EB Amount
Cost Date Required	Final Date	0.00	\$0 \$0	5.0 Onetime Costs	Depreciation 15 EB Amount
	Final Date	0.00	\$0 \$0	Onetime Costs \$0	EB Amount
	Final Date	0.00	\$0 \$0	\$0	\$0
las or \$		0.00	\$0		
		0.00	\$0		
		0.00	\$0		
		0.00	\$0		
					\$0
			\$0	\$0	\$0
		0.00	\$0	\$0	\$0
		0.00	\$0	n/a	\$0
		0.00	\$0	n/a	\$0
		0.00	\$0	n/a	\$0
		0.00	\$0	n/a 🤫 🐇	\$0
		0.00	\$0	n/a	\$0
		0.00	\$0	n/a	\$0
NUALIZE [1] avoided	costs before	0.00	\$0	for one-time avoid \$0	ed costs)
		ባለበ	\$0	\$0	\$0
	,	0.00	\$0	\$0	\$0
		0.00	\$0 \$0	\$0	\$0
		0.00 0.00 0.00	\$0 \$0 \$0	\$0 \$0	\$0 \$0
00 24-Jun-2012	9-Oct-2012	0.00	\$0 \$0	\$0	\$0
	NUALIZE [1] avoided	NUALIZE [1] avoided costs before e	0.00 0.00 0.00 0.00		

The TCEQ is committed to accessibility.

To request a more accessible version of this report, please contact the TCEQ Help Desk at (512) 239-4357.



Compliance History Report

PUBLISHED Compliance History Report for CN601187875, RN102228988, Rating Year 2012 which includes Compliance History (CH) components from September 1, 2007, through August 31, 2012.

CN601187875, MURPHY OIL USA, INC.

Classification: SATISFACTORY

Rating: 0.82

or Owner/Operator:

RN102228988, Murphy USA 6653

Classification: SATISFACTORY

Rating: 3.25

Complexity Points:

Regulated Entity:

Repeat Violator:

01 - Gas Stations with convenience Stores and other Gas Stations

CH Group: Location:

6810 SEAWALL BLVD GALVESTON, TX 77551-2025, GALVESTON COUNTY

TCEQ Region:

REGION 12 - HOUSTON

ID Number(s):

PETROLEUM STORAGE TANK REGISTRATION

REGISTRATION 73742

Compliance History Period:

September 01, 2007 to August 31, 2012

Rating Year: 2012

Rating Date: 09/01/2012

Date Compliance History Report Prepared:

December 04, 2012

Agency Decision Requiring Compliance History:

Enforcement

Component Period Selected:

December 04, 2007 to December 04, 2012

TCEQ Staff Member to Contact for Additional Information Regarding This Compliance History.

Name: Danielle Porras

Phone

(713) 767-3682

Site and Owner/Operator History:

1) Has the site been in existence and/or operation for the full five year compliance period?

YES

2) Has there been a (known) change in ownership/operator of the site during the compliance period?

NO

3) If YES for #2, who is the current owner/operator?

N/A

4) If YES for #2, who was/were the prior

N/A

N/A

owner(s)/operator(s)?

5) If YES, when did the change(s) in owner or operator

occur?

Components (Multimedia) for the Site Are Listed in Sections A - J

Final Orders, court judgments, and consent decrees:

N/A

Criminal convictions:

Chronic excessive emissions events:

N/A

The approval dates of investigations (CCEDS Inv. Track. No.):

N/A

E. Written notices of violations (NOV) (CCEDS Inv. Track. No.):

A notice of violation represents a written allegation of a violation of a specific regulatory requirement from the commission to a regulated entity. A notice of violation is not a final enforcement action, nor proof that a violation has actually occurred.

1 Date: 08/13/2012 (1014702)

CN601187875

Self Report? NO

Classification:

Moderate

Citation:

30 TAC Chapter 115, SubChapter C 115.242(3)

Description:

Facility failed the 102.1 (pressure decay) test.

Self Report? NO Classification: Moderate

Citation: 30 TAC Chapter 115, SubChapter C 115.244(3)

Description: Failure to conduct monthly inspections.
Self Report? NO Classification: Moderate

Citation: 30 TAC Chapter 115, SubChapter C 115.244(1)

Description: Failure to conduct daily inspections.

Self Report? NO Classification: Minor

Citation: 30 TAC Chapter 115, SubChapter C 115.246(5)

Description: Failure to maintain records of test results on-site indefinitely.

F. Environmental audits:

N/A

G. Type of environmental management systems (EMSs):

N/A

H. Voluntary on-site compliance assessment dates:

N/A

I. Participation in a voluntary pollution reduction program:

N/A

J. Early compliance:

N/A

Sites Outside of Texas:

N/A

TEXAS COMMISSION ON ENVIRONMENTAL QUALITY



§.	BEFORE THE
š	
8	TEXAS COMMISSION ON
8	
8	
8	ENVIRONMENTAL QUALITY
	5 6 6 6

AGREED ORDER DOCKET NO. 2012-2552-PST-E

I. JURISDICTION AND STIPULATIONS

On ________, the Texas Commission on Environmental Quality ("the Commission" or "TCEQ") considered this agreement of the parties, resolving an enforcement action regarding MURPHY OIL USA, INC. dba Murphy USA 6653 ("Respondent") under the authority of Tex. Health & Safety Code ch. 382 and Tex. Water Code ch. 7. The Executive Director of the TCEQ, through the Enforcement Division, and the Respondent together stipulate that:

- 1. The Respondent owns and operates a convenience store with retail sales of gasoline at 6810 Seawall Boulevard in Galveston, Galveston County, Texas (the "Station").
- 2. The Station consists of one or more sources as defined in Tex. Health & Safety Code § 382.003(12).
- 3. The Executive Director and the Respondent agree that the Commission has jurisdiction to enter this Agreed Order, and that the Respondent is subject to the Commission's jurisdiction.
- 4. The Respondent received notice of the violations alleged in Section II ("Allegations") on or about November 20, 2012
- 5. The occurrence of any violation is in dispute and the entry of this Agreed Order shall not constitute an admission by the Respondent of any violation alleged in Section II ("Allegations"), nor of any statute or rule.
- 6. An administrative penalty in the amount of Nine Thousand Five Hundred Thirty Dollars (\$9,530) is assessed by the Commission in settlement of the violations alleged in Section

II ("Allegations"). The Respondent has paid Seven Thousand Six Hundred Twenty-Four Dollars (\$7,624) of the administrative penalty and One Thousand Nine Hundred Six Dollars (\$1,906) is deferred contingent upon the Respondent's timely and satisfactory compliance with all the terms of this Agreed Order. The deferred amount will be waived upon full compliance with the terms of this Agreed Order. If the Respondent fails to timely and satisfactorily comply with all requirements of this Agreed Order, the Executive Director may require the Respondent to pay all or part of the deferred penalty.

- 7. Any notice and procedures, which might otherwise be authorized or required in this action, are waived in the interest of a more timely resolution of the matter.
- 8. The Executive Director and the Respondent agree on a settlement of the matters alleged in this enforcement action, subject to final approval in accordance with 30 Tex. ADMIN. CODE § 70.10(a).
- 9. The Executive Director recognizes that the Respondent submitted documentation to the Galveston County Health District, Air and Water Pollution Services on October 9, 2012, certifying that the defective components of the Stage II vapor recovery system were replaced and conducted the Stage II annual test, with passing results.
- The Executive Director may, without further notice or hearing, refer this matter to the Office of the Attorney General of the State of Texas ("OAG") for further enforcement proceedings if the Executive Director determines that the Respondent has not complied with one or more of the terms or conditions in this Agreed Order.
- This Agreed Order shall terminate five years from its effective date or upon compliance with all the terms and conditions set forth in this Agreed Order, whichever is later.
- 12. The provisions of this Agreed Order are deemed severable and, if a court of competent jurisdiction or other appropriate authority deems any provision of this Agreed Order unenforceable, the remaining provisions shall be valid and enforceable.

II. ALLEGATIONS

As owner and operator of the Station, the Respondent is alleged to have:

- 1. Failed to maintain the Stage II vapor recovery system in proper operating condition and free of defects that would impair the effectiveness of the system, in violation of 30 Tex. ADMIN. CODE § 115.242(3) and Tex. Health & Safety Code § 382.085(b), as documented during a record review conducted on September 17, 2012. Specifically, the Stage II system's vapor saver was not operating properly.
- 2. Failed to verify proper operation of the Stage II equipment at least once every 12 months, in violation of 30 Tex. ADMIN. CODE § 115.245(2) and Tex. Health & Safety Code § 382.085(b), as documented during a record review conducted on September 17, 2012. Specifically, the Stage II annual compliance test had not been conducted by the due date of June 24, 2012.

III. DENIALS

The Respondent generally denies each allegation in Section II ("Allegations").

IV. ORDERING PROVISIONS

1. It is, therefore, ordered by the TCEQ that the Respondent pay an administrative penalty as set forth in Section I, Paragraph 6 above. The payment of this administrative penalty and the Respondent's compliance with all the terms and conditions set forth in this Agreed Order resolve only the allegations in Section II. The Commission shall not be constrained in any manner from requiring corrective action or penalties for violations which are not raised here. Administrative penalty payments shall be made payable to "TCEQ" and shall be sent with the notation "Re: MURPHY OIL USA, INC. dba Murphy USA 6653, Docket No. 2012-2552-PST-E" to:

Financial Administration Division, Revenue Operations Section Attention: Cashier's Office, MC 214
Texas Commission on Environmental Quality
P.O. Box 13088
Austin, Texas 78711-3088

- 2. The provisions of this Agreed Order shall apply to and be binding upon the Respondent. The Respondent is ordered to give notice of the Agreed Order to personnel who maintain day-to-day control over the Station operations referenced in this Agreed Order.
- 3. This Agreed Order, issued by the Commission, shall not be admissible against the Respondent in a civil proceeding, unless the proceeding is brought by the OAG to: (1) enforce the terms of this Agreed Order; or (2) pursue violations of a statute within the Commission's jurisdiction, or of a rule adopted or an order or permit issued by the Commission under such a statute.
- This Agreed Order may be executed in separate and multiple counterparts, which 4. together shall constitute a single instrument. Any page of this Agreed Order may be copied, scanned, digitized, converted to electronic portable document format ("pdf"), or otherwise reproduced and may be transmitted by digital or electronic transmission, including but not limited to facsimile transmission and electronic mail. Any signature affixed to this Agreed Order shall constitute an original signature for all purposes and may be used, filed, substituted, or issued for any purpose for which an original signature could be used. The term "signature" shall include manual signatures and true and accurate reproductions of manual signatures created, executed, endorsed, adopted, or authorized by the person or persons to whom the signatures are attributable. Signatures may be copied or reproduced digitally, electronically, by photocopying, engraving, imprinting, lithographing, electronic mail, facsimile transmission, stamping, or any other means or process which the Executive Director deems acceptable. In this paragraph exclusively, the terms "electronic transmission", "owner", "person", "writing", and "written" shall have the meanings assigned to them under TEX. BUS. ORG. CODE § 1.002.

MURPHY OIL USA, INC. dba Murphy USA 6653 DOCKET NO. 2012-2552-PST-E Page 4

5. Under 30 Tex. ADMIN. CODE § 70.10(b), the effective date is the date of hand-delivery of the Order to the Respondent, or three days after the date on which the Commission mails notice of the Order to the Respondent, whichever is earlier.

identi dali Ulanti dali Ulan Properti Professione

en a servición de la composition della compositi

MURPHY OIL USA, INC. dba Murphy USA 6653 DOCKET NO. 2012-2552-PST-E Page 5

For the Commission

SIGNATURE PAGE

5/20/13

TEXAS COMMISSION ON ENVIRONMENTAL QUALITY

I, the undersigned, have read and understand the agree to the attached Agreed Order on behalf of the do agree to the terms and conditions specified there accepting payment for the penalty amount, is mater.	e entity indicated below my signature, and I ein. I further acknowledge that the TCEO, in
 I also understand that failure to comply with the and/or failure to timely pay the penalty amount, ma A negative impact on compliance history; Greater scrutiny of any permit applications s Referral of this case to the Attorney Gene additional penalties, and/or attorney fees, or Increased penalties in any future enforcement Automatic referral to the Attorney General's and TCEQ seeking other relief as authorized by la In addition, any falsification of any compliance docu 	y result in: ubmitted; ral's Office for contempt, injunctive relief, to a collection agency; it actions; s Office of any future enforcement actions; w.
Signature Signature Name (Printed or typed) Authorized Representative of MURPHY OIL USA, INC. dba Murphy USA 6653	3/1/3 Date Env. Compliance Coordinator Title

Instructions: Send the original, signed Agreed Order with penalty payment to the Financial Administration Division, Revenue Operations Section at the address in Section IV, Paragraph 1 of this Agreed Order.

omphage to